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In re

RICHARD J. RICE,

Debtor(s).

SSN xxx-xx-7987

Case No. 2:10-bk-27776 SSC

**CHAPTER 13 PLAN AND APPLICATION FOR
PAYMENT OF ADMINISTRATIVE EXPENSES**

X

Original

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Amended

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Modified

— Plan payments include post-petition mortgage payments

This Plan may affect creditor rights. **If you object to the treatment of your claim as proposed in this Plan, you must file a written objection by the deadline set forth in a Notice of Date to File Objections to Plan served on parties in interest.** If this is a joint case, then "Debtor" means both Debtors. This plan does not allow claims or affect the timeliness of any claim. To receive payment on your claim, you must file a proof of claim with the Bankruptcy Court, even if this Plan provides for your debt. The applicable deadlines to file a proof of claim were specified in the Notice of Commencement of Case. Except as provided in Section 1323(c), a creditor who disagrees with the proposed treatment of its debt in this Plan must timely file an objection to the Plan.

(A) Plan Payments and Property to be Submitted to the Plan.

(1) Plan payments start on September 30, 2010. The Debtor shall pay the Trustee as follows:

\$100 each month for month 1 through month 38. (9/30/10 to 10/30/13)

\$200 each month for month 39 through month 60. (11/30/13 to 8/30/15).

The proposed plan duration is 60 months. The applicable commitment period is 60 months. Section 1325(b)(4). If at any time before the end of this period all allowed claims are paid, the plan shall terminate.

(2) In addition to the plan payments, Debtor will submit the following property to the Trustee: None.

(B) Trustee's Percentage Fee. Pursuant to 28 U.S.C. Section 586(e), the Trustee may collect the percentage fee from all payments and property received, not to exceed 10%.

(C) Treatment of Administrative Expenses and Claims. Except for adequate protection payments under (C)(1), post-petition mortgage payments under (C)(4), and payments to cure arrears on leases or unexpired executory contracts under (C)(3); or as otherwise ordered by the Court, the Trustee will make disbursements to creditors after the Court confirms this Plan. Unless otherwise provided in Section (J), disbursements by the Trustee shall be pro rata by class (except adequate protection payments) and made in the following order:

(1) ***Adequate protection payments.*** Section 1326(a)(1)(C) requires adequate protection payments to be made to creditors secured by personal property. Pursuant to Local Bankruptcy Rule 2084-6, the Trustee is authorized

to make preconfirmation adequate protection payments to certain secured creditors without a Court order provided the claim is properly listed on Schedule D, the creditor files a secured proof of claim that includes documentation evidencing a perfected security agreement, and the debtor or creditor sends a letter to the Trustee requesting payment of preconfirmation adequate protection payments. The Trustee will apply adequate protection payments to the creditor's secured claim. After confirmation, unless the Court orders otherwise, adequate protection payments will continue in the same amount until claims to be paid before these claimants are paid in full, unless the confirmed plan or a court order specifies a different amount. If a secured creditor disagrees with the amount of the proposed adequate protection payments or the plan fails to provide for such payments, the creditor may file an objection to confirmation of this plan, file a motion pursuant to Sections 362, 363, or do both.

<u>Creditor</u>	<u>Property Description</u>	<u>Monthly Amount</u>
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None.

___ See Section (J), Varying Provisions.

(2) *Administrative expenses.* Section 507(a)(2).

(a) Attorney fees. Debtor's attorney received \$721 before filing. The balance of \$3,279 or an amount approved by the Court upon application shall be paid by the Trustee. See Section F for any fee application.

(b) Other Administrative Expenses. *[Describe.]*

___ See Section (J), Varying Provisions.

(3) *Leases and Unexpired Executory Contracts.* Pursuant to Section 1322(b), the Debtor assumes or rejects the following lease or unexpired executory contract. For a lease or executory contract with an arrearage to cure, the arrearage will be cured in the plan payments as follows, with regular monthly payments to be paid direct by the Debtor. The arrearage amount to be adjusted to the amount in the creditor's allowed proof of claim.

A. Assumed:

<u>Creditor & Property Description</u>	<u>Estimated Arrearage Amount</u>	<u>Arrearage Payment Through Plan</u>
None.		

B. Rejected:

<u>Creditor</u>	<u>Property Description</u>
None.	

___ See Section (J), Varying Provisions.

(4) *Claims Secured Solely by Security Interest in Real Property.* A Creditor identified in this paragraph may mail the Debtor all correspondence, notices, statements, payment coupons, escrow notices, and default notices concerning any change to the monthly payment or interest rate without such being a violation of the automatic stay. Unless stated below, Debtor is to pay post-petition payments directly to the creditor and prepetition arrearages shall be cured through the Trustee. No interest will be paid on the prepetition arrearage or debt unless otherwise stated. The arrearage amount is to be adjusted to the amount in the creditor's allowed proof of claim. Except as provided in Local Bankruptcy Rule 2084-23, if a creditor gets unconditional stay relief the actual cure amount to be paid shall be adjusted by the Trustee pursuant to the creditor's allowed proof of claim. If the Debtor is surrendering an interest in real property, such provision is in paragraph (E). The Debtor is retaining real property and provides for each such debt as follows:

<u>Creditor/Servicing Agent & Property Description</u>	<u>Collateral Value & Valuation Method</u>	<u>Post-Petition Mortgage Payments</u>	<u>Estimated Arrearage</u>	<u>Arrearage Through Date</u>
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None.

___ See Section (J), Varying Provisions.

(5) **Claims Secured by Personal Property or a Combination of Real Property and Secured Property.** Pursuant to Section 1325(a), secured creditors listed below shall be paid the amount shown as the "Amount to be Paid On Secured Claim," with such amount included in the Plan payments. However, if the creditor's proof of claim amount is less than the "Amount to be Paid on Secured Claim," then only the proof of claim amount will be paid. Any adequate protection payments are as provided in Section (C)(1) above. If a creditor fails to file a secured claim or files a wholly unsecured claim, the debtor may delete the proposed payment of a secured claim in the order confirming plan.

<u>Creditor & Property Description</u>	<u>Debt Amount</u>	<u>Value of Collateral and Valuation Method</u>	<u>Amount to be Paid On Secured Claim</u>	<u>Interest Rate</u>
Hsbc Best Buy/computer	1,805	30 - Debtor's Opinion	30	0%

X See Section (J), Varying Provisions.

(6) **Priority, Unsecured Claims.** All allowed claims entitled to priority treatment under Section 507 shall be paid in full pro rata.

(a) Unsecured Domestic Support Obligations. The Debtor shall remain current on such obligations that come due after filing the petition. Unpaid obligations before the petition date are to be cured in the plan payments.

<u>Creditor</u>	<u>Estimated Arrearage Amount</u>	<u>Arrearage Through Date</u>
None.		

(b) Other unsecured priority claims. No interest shall be paid on these claims unless otherwise stated.

<u>Creditor</u>	<u>Type of Priority Debt</u>	<u>Estimated Amount</u>
None.		

___ See Section (J), Varying Provisions.

(7) **Codebtor Claims.** The following co-debtor claim is to be paid per the allowed claim, pro rata before other unsecured, nonpriority claims.

<u>Creditor</u>	<u>Codebtor Name</u>	<u>Estimated Debt Amount</u>
None.		

___ See Section (J), Varying Provisions.

(8) **Unsecured Nonpriority Claims.** Allowed unsecured, nonpriority claims shall be paid pro rata the balance of payments under the Plan.

X See Section (J), Varying Provisions.

(D) **Lien Retention.** Secured creditors shall retain their liens until payment of the underlying debt determined under nonbankruptcy law, or upon discharge, whichever occurs first. Federal tax liens shall continue to attach to property excluded from the bankruptcy estate under 11 U.S.C. Section 541(c)(2) until the Internal Revenue Service is required to release the liens in accordance with non bankruptcy law.

___ See Section (J), Varying Provisions.

(E) **Surrendered Property.** Debtor surrenders the following property to the secured creditor. Upon confirmation of this Plan or except as otherwise ordered by the Court, bankruptcy stays are lifted as to the collateral to be surrendered. Any secured claim filed by such creditor shall receive **no** distribution until the creditor files an allowed unsecured claim or an amended proof of claim that reflects any deficiency balance remaining on the claim. *Should the creditor fail to file an amended unsecured claim consistent with this provision, the Trustee need not make any distributions to that creditor.*

<u>Claimant</u>	<u>Property to be surrendered</u>
None.	

___ See Section (J), Varying Provisions.

1 (F) **Attorney Application for Payment of Attorney Fees.** Counsel for the Debtor has received a pre-petition retainer of \$721,
2 to be applied against fees and costs incurred. Fees and costs exceeding the retainer shall be paid from funds held by the
Chapter 13 Trustee as an administrative expense. Counsel will be paid as follows:

3 (1) **Flat Fee.** Counsel for the Debtor has agreed to a total sum of \$4,000 to represent the Debtor. Counsel has
4 agreed to perform the following services through confirmation of the plan:

5 Review of financial documents and information.
6 Consultation, planning and advice, including office visits and telephone communications.
7 Preparation and filing of Petition, Schedules, Statement of Financial Affairs, Master Mailing List.
8 Preparation and filing of Chapter 13 Plan, Analysis, and any necessary amendments.
9 Attendance at the Section 341 meeting of creditors.
10 Resolution of creditor objections and Trustee recommendations, and attendance at hearings.
11 Reviewing and analyzing creditor claims for potential objections, and attendance at hearings.
12 Drafting and mailing of any necessary correspondence.
13 Preparation of proposed order confirming plan.
14 Representation regarding the pre-filing credit briefing and post-filing education course.

15 **Additional Services.** Counsel for the Debtor has agreed to charge a flat fee for the following services provided
16 to the Debtor post-petition:

17 Preparation and filing of Amended Plan \$450
18 Preparation and filing of Modified Plan \$650
19 Preparation and filing of Motion for Moratorium \$650
20 Responding to Motions for Relief from the Automatic Stay, and attendance at hearings \$450
21 Responding to Motions to Dismiss, and attendance at hearings \$450
22 Preparation and filing of Motion to Incur Debtor \$650
23 Preparation and filing of Motion to Sell Property \$650
24 Preparation and filing of Adversary Proceeding to Strip Junior Mortgage Lien \$1,500

25 All other additional services will be billed at the rate of \$250 per hour. Counsel will file and notice a separate
26 fee application detailing the additional fees and costs requested. Counsel will include *all* time expended in the
27 case in the separate fee application.

28 ____ See Section (J), Varying Provisions.

(G) **Vesting.** Property of the estate shall vest in the Debtor upon confirmation of the Plan. The following property shall not
revest in the Debtor upon confirmation.

None.

____ See Section (J), Varying Provisions.

(H) **Tax Returns.** While the case is pending, Debtor shall provide to the Trustee copies of their Federal and State income tax
returns for the second and third years of the Plan within 30 days after filing the return with the tax agency. The Debtor has
filed all tax returns for all taxable periods during the four-year period ending on the petition date, except: None.

(I) **Funding Shortfall.** Debtor will cure any funding shortfall before the Plan is deemed completed.

(J) **Varying Provisions.** The Debtor submits the following provisions that vary from the Local Plan Form:

1. (C)(5): Debtor's 401(k) loan shall be paid outside plan.
2. (C)(8): Said amounts may be adjusted and/or decreased should the administrative, secured and/or priority claims be higher than originally estimated.
3. (C)(8): All such claims are dischargeable except those specifically excepted from discharge pursuant to §1328(a)(2) (3) or (4).

(K) **Plan Payment Summary.** If there is a discrepancy between paragraph (A0) - (J) and paragraphs (K) - (M), then the provision of paragraph (A) - (J) and the confirmed plan control.

(1) Trustee's compensation (10% of plan payments)	\$ 820
(2) Ongoing post-petition mortgage payments	\$ 0
(3) Administrative expenses and claims.	\$ 3,279
(4) Priority claims	\$ 0
(5) Prepetition mortgage or lease arrear, or amount to cure defaults, including interest	\$ 0
(6) Secured personal property claims, including interest	\$ 30
(7) Amount to unsecured nonpriority claims.	\$ 4,071
Total of plan payments	\$ 8,200

(L) **Section 1325 Analysis.**

(1) Best Interest of Creditors Test:	
(a) Value of Debtor's interest in nonexempt property	\$3,500
(b) Plus: Value of property recoverable under avoiding powers	\$ 730
(c) Less: Estimated Chapter 7 administrative expenses	\$1,165
(d) Less: Amount to unsecured priority creditors	\$ 0
(e) Equals: Estimated amount payable to unsecured nonpriority claims if Debtor filed Chapter 7	\$3,065

Paragraph (2) to be completed by debtors whose current monthly income exceeds the state's median income.

(2) Section 1325(b) Analysis:

(a) Monthly disposable income under §1325(b)(2), Form B22C, Statement of Current Monthly Income	\$ 0
(b) Applicable commitment period	60
(c) Section 1325(b)(2) monthly disposable income amount multiplied by 60	\$ 0

(M) **Estimated Amount to Unsecured Nonpriority Creditors Under the Plan** \$4,071

Dated: September 3, 2010.

/s/Richard J. Rice
RICHARD J. RICE

/s/CMS ABN 006200
Charles M. Sabo
Attorney for Debtor